



## Consolidated Financial Results for the First Quarter of the Fiscal Year Ending September 30, 2022 [Japanese GAAP]

February 10, 2022

Company Name: Kanamic Network Co., Ltd. Stock Exchange Listing: Tokyo  
 Stock Code: 3939 URL: <http://www.kanamic.net/>  
 Representative: Representative Director and President: Takuma Yamamoto  
 Contact: Director, General Manager: Kenya Wakabayashi (TEL) 03-5798-3955  
 Scheduled date to submit quarterly securities report: February 14, 2022 Scheduled date to commence dividend payments: —  
 Availability of supplementary briefing material on quarterly financial results: None  
 Quarterly financial results briefing: None

(Figures are rounded down to the nearest million yen)

1. Consolidated Financial Results for the First Quarter of Fiscal Year ending September 30, 2022 (From October 1, 2021 to December 31, 2021)

(1) Consolidated Operating Results (Cumulative) (Percentages indicate year-on-year changes from the previous corresponding period)

	Net Sales		Operating Profit		Ordinary Profit		Profit attributable to owners of parent	
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%
First Quarter ended December 31, 2021	519	-2.7	203	-0.3	203	-1.7	139	-2.7
December 31, 2020	533	27.1	203	103.5	206	103.7	143	106.9

(Reference) Comprehensive income: First Quarter ended December 31, 2021: 141 million yen (-2.1%) First Quarter ended December 31, 2020: 144 million yen (106.9%)

	Basic profit per share	Basic diluted profit per share
	Yen	Yen
First Quarter ended December 31, 2021	2.95	2.80
December 31, 2020	2.98	—

(2) Consolidated financial position

	Total Assets	Net Assets	Shareholders' Equity Ratio
	Millions of Yen	Millions of Yen	%
First quarter ended December 31, 2021	4,333	1,981	45.6
Fiscal year ended September 30, 2021	4,395	1,959	44.5

(Reference) Shareholder's equity: First Quarter ended December 31, 2021: 1,977 million yen Fiscal year ended September 30, 2021: 1,954 million yen

2. Dividends

	Annual cash dividends per share				
	First Quarter End	Second Quarter End	Third Quarter End	Fiscal Year End	Total
	Yen	Yen	Yen	Yen	Yen
Fiscal Year ended September 30, 2021	—	0.00	—	2.50	2.50
Fiscal Year ending September 30, 2022	—				
Fiscal Year ending September 30, 2022 (forecast)		0.00	—	3.00	3.00

(Note) Revisions in dividend forecast subsequent to most recent announcement: None

3. Forecast for the consolidated financial results for the fiscal year ending September 30, 2022 (from October 1, 2021 to September 30, 2022)

(% indicates YoY change from the previous corresponding fiscal year or period)

	Net Sales		Operating Profit		Ordinary Profit		Profit attributable to owners of parent		Profit Per Share
	Millions of yen	%	Millions of yen	%	Millions of yen	%	Millions of yen	%	Yen
First Half (Cumulative)	1,060	1.6	400	-4.5	400	-5.5	275	-6.8	5.80
Full Year	2,350	12.9	930	10.5	930	12.1	640	10.4	13.50

(Note) Changes in consolidated financial results forecasts subsequent to most recent announcement: No

\* Notes

(1) Changes in significant subsidiaries during the period (changes in specified subsidiaries resulting in changes in scope of consolidation): None

(2) Special accounting methods adopted for the preparation of quarterly consolidated financial statements: None

(3) Changes in accounting policies, changes in accounting estimates and restatements

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|--|------|
| ① Changes in accounting policies due to the revision of accounting standards : | None |
| ② Changes in accounting policies other than ① :                                | None |
| ③ Changes in accounting estimates :  | None |
| ④ Restatements :   | None |

(4) Total number of issued shares (common shares)

① Total number of issued shares at the end of the fiscal year (including treasury shares):	First quarter ended December 31, 2021	48,132,000 Shares	Fiscal Year ended September 30, 2021	48,132,000 Shares
② Total number of treasury shares at the end of the fiscal year:	First quarter ended December 31, 2021	710,906 Shares	Fiscal Year ended September 30, 2021	710,906 Shares
③ Average number of shares during the first quarter (quarter-to-date)	First quarter ended December 31, 2021	47,421,094 Shares	First quarter ended December 31, 2020	48,130,794 Shares

\* This quarterly financial results report is not subject to quarterly review by a certified public accountant or auditing corporation.

\* Explanation of appropriate use of performance forecasts and other special notes.

The statements regarding forecast of financial results in this report are based on information that is available to the Company, as well as certain assumptions that are deemed to be reasonable, and we make no promise that such statements will prove to be correct. Actual results may differ materially due to a variety of factors.

# 1. Quarterly Consolidated Financial Statements and Primary Notes

## (1) Quarterly Consolidated Balance Sheet

(Thousands of yen)

	As of September 30, 2021	As of December 31, 2021
<b>Assets</b>		
Current assets		
Cash and deposits	3,710,780	3,637,532
Accounts receivable - trade	85,820	72,784
Work in process	164	777
Other	78,518	81,983
Allowance for doubtful accounts	-16,363	-16,374
Total current assets	3,858,920	3,776,703
Non-current assets		
Property, plant and equipment	79,078	80,327
Intangible assets		
Software	363,702	392,165
Other	76	76
Total intangible assets	363,779	392,242
Investments and other assets		
Other	93,759	84,509
Allowance for doubtful accounts	-480	-480
Total investments and other assets	93,278	84,028
Total non-current assets	536,136	556,597
Total assets	4,395,056	4,333,301
<b>Liabilities</b>		
Current liabilities		
Accounts payable - trade	8,830	13,400
Income taxes payable	152,361	56,687
Provision for bonuses	30,136	17,286
Asset retirement obligations	16,000	16,000
Other	212,504	232,225
Total current liabilities	419,833	335,599
Non-current liabilities		
Bonds with share acquisition rights	2,003,866	2,003,666
Asset retirement obligations	11,314	11,341
Other	800	800
Total non-current liabilities	2,015,981	2,015,807
Total liabilities	2,435,814	2,351,407
<b>Net assets</b>		
Shareholders' equity		
Share capital	192,060	192,060
Capital surplus	132,060	132,060
Retained earnings	2,065,807	2,087,043
Treasury shares	-436,943	-436,943
Total shareholders' equity	1,952,983	1,974,219
Accumulated other comprehensive income		
Foreign currency translation adjustment	1,795	3,210
Total accumulated other comprehensive income	1,795	3,210
Share acquisition rights	4,464	4,464
Total net assets	1,959,242	1,981,894
Total liabilities and net assets	4,395,056	4,333,301

(2) Quarterly Consolidated Statement of Income and Comprehensive Income  
(Quarterly Consolidated Statement of Income)  
(Three months ended  
December 31, 2021)

(Thousands of yen)

	Three months ended December 31, 2020	Three months ended December 31, 2021
Net sales	533,473	519,244
Cost of sales	97,849	63,969
Gross profit	435,624	455,275
Selling, general and administrative expenses	231,672	252,021
Operating profit	203,951	203,253
Non-operating income		
Interest income	—	20
Interest on securities	—	199
Foreign exchange gains	867	—
Subsidy income	1,599	—
Miscellaneous income	546	342
Total non-operating income	3,013	563
Non-operating expenses		
Foreign exchange losses	—	574
Miscellaneous losses	162	4
Total non-operating expenses	162	579
Ordinary profit	206,801	203,237
Profit before income taxes	206,801	203,237
Income taxes - current	55,086	53,715
Income taxes - deferred	8,068	9,732
Total income taxes	63,154	63,448
Profit	143,646	139,788
Profit attributable to owners of parent	143,646	139,788

(Quarterly Consolidated Statement of Comprehensive Income)  
(Three months ended  
December 31, 2021)

(Thousands of yen)

	Three months ended December 31, 2020	Three months ended December 31, 2021
Profit	143,646	139,788
Other comprehensive income		
Foreign currency translation adjustment	528	1,415
Total other comprehensive income	528	1,415
Comprehensive income	144,175	141,204
Comprehensive income attributable to		
Comprehensive income attributable to owners of parent	144,175	141,204
Comprehensive income attributable to non- controlling interests	—	—